Approved For Release 2007/11/19: CIA-RDP81B00878R000300020060-5 SAPC 372

Copy of 7

9 December 1955

## CONTRACT APPROVAL

Contract No. A-101

Pursuant to Contractor's request of 11 November 1955, and in support of verbal approval previously granted, formal approval is hereby given to engage in overtime on Contract No. A-101 with respect to the work called for in connection with System 2. This approval covers the period from 7 November 1955 through the end of February 1956. The overtime rate contemplated is a 48-hour per week schedule for said period.

With respect to costing of such overhead charges it is understood that overtime labor charges for all exempt personnel will appear as a direct charge to Contract No. A-101; the premium portion of the time and one-half overtime labor charges for non-exempt personnel will appear as a charge to overhead and will be subject to the usual review and acceptance by cognisant local Government representatives. This approval refers to the necessity for incurring such overhead costs in connection with work under Contract No. A-101 and endorses such necessity.

It is understood that the total estimate premium overtime 25X1 labor cost for the above approved period is 25X1 GFK:vd Distribution: Contracting Officer Contract No. A-101 Orig - R W Master 25X1 Service L - Finance Officer 5 - Operations (Commo) 6 - Chrono 7 - Reading 25X1

## SECRET

11 November 1955

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Dear George:

25X1

25X1

A short time ago I received your telephonic approval for overtime work essential to the completion of development of System No. 2 on schedule. We should now like to obtain your written authorization for the overtime program.

All engineers, technicians, designers, draftsmen, technical writers, and shop personnel required to insure completion of the System No. 2 development program will be worked on a 48-hour per week schedule during the period extending from 7 November 1955 through the end of February 1956. Overtime labor charges for all exempt personnel will appear as a direct contract charge; the premium portion of the time and one-half overtime labor charges for nonexempt personnel will appear as an overhead charge. We request your approval of both of these charges. The premium overtime payments have been estimated on the following basis:

No. Hrs. Overtime	Labor Category	Hourly Rate	Premium Overtime Charge Based on 50% of Overtime Labor Cost
	Technician		
	Design and Draft.		
	Technical Writing		
	Machinists		
Total Estimated Premium Overtin		r	

We would appreciate receiving your approval for expenditure of the estimated premium overtime charges indicated above at your earliest convenience.

Sincerely,

Burt

25X1

## **SECRET**